### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT ) CASE NO. FILING OF MARTIN GAS, INC. ) 2015-00054

#### ORDER

On September 30, 1991, in Case No. 1990-00402, the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin").<sup>1</sup> In November 2004, Martin proposed and the Commission approved changes to its tariff that included, among other items, changes to its Gas Cost Adjustment ("GCA") clause. Those changes updated the methodology of calculating the components of the Gas Cost Recovery Rate ("GCR")

On February 17, 2015, Martin filed its GCR application with rates to be effective April 1, 2015.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- Martin's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- Martin's notice sets out an Expected Gas Cost ("EGC") of \$5.2193 per
   Mcf, which is an increase of \$.0017 per Mcf from its prior EGC of \$5.2176 per Mcf.
- 3. Martin's notice sets out no Refund Adjustment ("RA") for the current quarter and no total RA, which is no change from the prior total RA.

<sup>&</sup>lt;sup>1</sup> Case No. 1990-00402, In the Matter of Application of Martin Gas, Inc. for Authority to Adjust Rates and to Extend Current Surcharge (Ky. PSC Sept. 30, 1991).

- 4. Martin's notice sets out a current quarter Actual Adjustment ("AA") of (\$.0541) per Mcf. Martin did not use the correct EGC in effect for the months of July through September 2014. Correcting this produces a current quarter AA of (\$.0529) per Mcf. Martin's total AA is \$.0425 per Mcf, which is a decrease of \$.0495 per Mcf from its previous total AA of \$.0920 per Mcf.
  - 5. Martin's notice sets out no Balance Adjustment.
- 6. Martin's corrected GCR is \$5.2618 per Mcf, which is a decrease of \$.0478 per Mcf from its previous GCR of \$5.3096 per Mcf.
- 7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Martin on and after April 1, 2015.

#### IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix to this order are approved for service rendered on and after April 1, 2015.
- 2. Within 20 days of the date of this Order, Martin shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED

MAR 1 2 2015

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

#### **APPENDIX**

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00054 DATED MAR 1 2 2015

The following rates and charges are prescribed for the customers served by Martin Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

## **RETAIL RATES:**

	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
First Mcf Over 1 Mcf	\$4.3976 \$4.2808	\$5.2618 \$5.2618	\$9.6594 \$9.5426
Minimum Bill	\$9.6594		

\*Kevin Jacobs Martin Gas, Inc. P. O. Box 783 Hindman, KY 41822

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